

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF J & W SANITATION)	
COMPANY FOR RATE ADJUSTMENT PURSUANT)	CASE NO.
TO THE ALTERNATIVE RATE FILING PROCEDURE)		92-322
FOR SMALL UTILITIES)	

O R D E R

On August 7, 1992, J & W Sanitation Company ("J & W") applied for an increase in its rate for sewer service. The proposed rate for sewer service would generate additional annual revenues of \$5,712, an increase of 68 percent over normalized test-year revenues.

Commission Staff conducted a field review of J & W's test-period financial records. Based upon this review, Commission Staff issued a report on November 2, 1992, in which it recommended that the proposed rate be denied and a \$5,119 increase in annual revenues be granted.

By Order dated November 2, 1992, the Commission advised J & W to submit comments on the Staff Report or request a hearing no later than November 17, 1992 or the case would stand submitted for decision. Neither comments on the Staff Report nor a request for hearing have been received.

The Commission, after considering the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and

are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

2. The rate set forth in the Appendix is the fair, just, and reasonable rate for J & W and will produce gross annual revenues of \$11,897. This rate will allow J & W sufficient revenues to meet its operating expenses and provide for future equity growth, including provisions for servicing its debt.

3. The rate proposed by J & W would produce revenue in excess of that found reasonable herein and should be denied.

IT IS THEREFORE ORDERED that:

1. The rate proposed by J & W is denied.


2. The rate in the Appendix, which is attached hereto and incorporated herein, is approved for service rendered by J & W on and after the date of this Order.

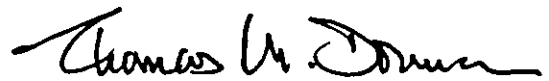
3. Within 30 days of the date of this Order, J & W shall file with the Commission its revised tariff setting out the rate approved herein.

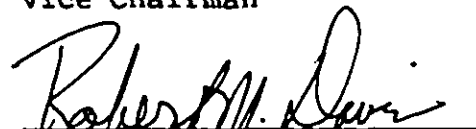
Done at Frankfort, Kentucky, this

11th day of December, 1992.

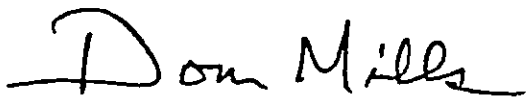
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-322 DATED 12/11/92.

The following rate is prescribed for customers in the area served by J & W Sanitation Company. All other rates and charges not specifically set forth herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential

\$16.10 per month